11 December 1979

MEMORANDUM FOR: See Distribution

STATINTL

FROM:

Chief, Legislation Division, OLC

SUBJECT:

Fiscal Year Intelligence Authorization Bill

- 1. Attached are drafts of the following documents related to subject Bill:
 - -- Memorandum from the Legislative Counsel to the DCI
 - -- Letter from the DCI to OMB Director McIntyre
 - -- Fiscal Year 1981 Intelligence Authorization Bill
 - -- Transmittal letters from the DCI to the Speaker of the House and the President of the Senate
- 2. This material is due at the Office of Management and Budget on 15 December. Your concurrence is requested not later than COB 12 December. Because of the limited time frame available, silence must be construed as consent. Please note that the structure of the Bill reflects decisions reached at the 26 November meeting of component representatives (see my Memorandum for the Record, OLC 79-3173/1, 27 November), and the fact that no further communication has been received from individuals having responsibility for items which remained undecided.

Attachments

See Distribution on following page.

01 9 5141

Next 2 Page(s) In Document Exempt

MEMORANDUM FOR: Director of Central Intelligence

FROM:

Frederick P. Hitz Legislative Counsel

SUBJECT:

Fiscal Year 1981 Intelligence Authorization

Bill

- l. Action requested: Your signature on the attached letter transmitting the draft Fiscal Year 1981 Intelligence Authorization Bill to the Director of the Office of Management and Budget.
- 2. <u>Background</u>: This will be the third specific annual authorization of appropriations for intelligence, and the process has become institutionalized. My Legislation Division has once again drafted the Bill, in consultation with concerned Agency components and the Intelligence Community Staff. The Intelligence Community was given the opportunity to propose material for inclusion in the combined CIA and Intelligence Community Legislative Program for the second session of the 96th Congress. The Authorization Bill must now be submitted to the Office of Management and Budget.
- 3. The Bill is essentially the same as the Fiscal Year 1980 Act, and does not require accompaniment by a detailed sectional analysis. The provision authorizing the Central Intelligence Agency to accept gifts and bequests should be self-explanatory.
- 4. Your transmittal letters to the Speaker of the House and the President of the Senate make reference to congressional action on separate pieces of pending legislation designed to safeguard intelligence capabilities. With our death gratuity legislation having developed a momentum of its own, it would seem advisable to continue to pursue that legislation separately as well. Its inclusion in the Authorization Bill could subject the proposal to recoordination within the Administration.

- 4. <u>Staff Position</u>: Appropriate Agency components and elements of the Intelligence Community Staff have been consulted in connection with the draft Bill.
- 5. Recommendation: That you sign the attached letter to OMB Director McIntyre transmitting the Fiscal Year 1981 Intelligence Authorization Bill.

Frederick P. Hitz

Attachment

Distribution:

1 - DCI

1 - DDCI

1 - ER

1 - OLC Subject 1 - OLC Chrono GMC/1mb(11Dec79)

A BILL

To authorize appropriations for fiscal year 1981 for intelligence and intelligence-related activities of the United States Government, for the Intelligence Community Staff, for the Central Intelligence Agency Retirement and Disability System, and for other purposes.

Be it enacted by the Senate and House of Representatives of the United States of America in Congress assembled, That this Act may be cited as the "Intelligence and Intelligence-Related Activities Authorization Act for Fiscal Year 1981".

TITLE I - INTELLIGENCE ACTIVITIES

Sec. 101. (a) Funds are hereby authorized to be appropriated for fiscal year 1981 for the conduct of the intelligence and intelligence-related activities of the following departments, agencies, and other elements of the United States Government:

- (1) The Central Intelligence Agency.
- (2) The Department of Defense.
- (3) The Defense Intelligence Agency.
- (4) The National Security Agency.
- (5) The Department of the Army, the Department of the Navy, and the Department of the Air Force.
 - (6) The Department of State.
 - (7) The Department of the Treasury.
 - (8) The Department of Energy.
 - (9) The Federal Bureau of Investigation.
 - (10) The Drug Enforcement Administration.
- (b) The amounts authorized to be appropriated under this Act, and the authorization personnel ceilings as of September 30, 1981, for the conduct of the intelligence and intelligence-related activities of the agencies listed in subsection (a) are those listed in the classified Schedule of Authorizations prepared by the committee of conference to accompany the conference report on the bill
- , 96th Congress. That Schedule of Authorizations shall be made available to the Committees of Appropriations of the Senate and House of Representatives and to the President. The President shall provide for suitable distribution of the Schedule, or of appropriate portions of the Schedule, within the Executive Branch.

(c) Nothing contained in the Act shall be deemed to constitute authority for the conduct of any intelligence activity which is not otherwise authorized by the Constitution or laws of the United States.

TITLE II - INTELLIGENCE COMMUNITY STAFF

Sec. 201. (a) There is authorized to be appropriated for the Intelligence Community Staff for fiscal year 1981 the sum of \$18,700,000.

- (b)(1) The Intelligence Community Staff is authorized 245 full-time personnel as of September 30, 1981. Such personnel may be permanent employees of the Intelligence Community Staff or personnel detailed from other elements of the United States Government.
- (2) During fiscal year 1981, personnel of the Intelligence Community Staff shall be selected so as to provide appropriate representation from elements of the United States Government engaged in intelligence and intelligence related activities.
- (3) During fiscal year 1981, any officer or employee of the United States or member of the Armed Forces who is detailed to the Intelligence Community Staff from another element of the United States Government shall be detailed on a reimbursable basis, except that any such officer, employee, or member may be detailed on a nonreimbursable basis for a period of less than one year for the performance of temporary functions as required by the Director of Central Intelligence.
- (c) During fiscal year 1981, activities and personnel of the Intelligence Community Staff shall be subject to the provisions of the National Security Act of 1946 (50 U.S.C. 401 et seq.) and the Central Intelligence Agency Act of 1949 (50 U.S.C. 403a-403j) in the same manner as activities and personnel of the Central Intelligence Agency.

TITLE III - CENTRAL INTELLIGENCE AGENCY RETIREMENT AND DISABILITY SYSTEM

Sec. 301. There is authorized to be appropriated for the Central Intelligence Agency Retirement and Disability Fund for fiscal year 1981 the sum of \$55,300,000.

TITLE IV - TECHNICAL PROVISIONS

Sec. 501. Appropriations authorized by this Act for salary, pay, retirement, and other benefits for federal employees may be increased by such additional or supplemental amounts as may be necessary for increases in such benefits authorized by law.

Sec. 502. There are authorized to be appropriated for fiscal year 1982 such sums as may be necessary for intelligence and intelligence-related activities of the United States Government, for the Intelligence Community Staff, and for the Central Intelligence Agency Retirement and Disability System.

Sec. 503. Section 3 of the Central Intelligence Agency Act of 1949, 50 U.S.C. 403c, is amended by adding at the end thereof the following new subsection: "(e) The Director of the Agency is authorized to accept, hold, administer, and utilize gifts and bequests of property, both real and personal, whenever the Director of the Agency determines that it would be in the interests of the Agency to do so. Gifts and bequests of money and the proceeds from sales of other property received as gifts or bequests shall be deposited in the Treasury in a separate fund and shall be disbursed upon order of the Director of the Agency. Property accepted pursuant to this provision, and the proceeds thereof, shall be used as nearly as possible in accordance with the terms of the gift or bequest." The Title of Section 3 of the Central Intelligence Agency Act of 1949, 50 U.S. C. 403c, is amended by adding after "PROCUREMENT AUTHORITIES" the following: "; AUTHORITY TO ACCEPT GIFTS AND BEQUESTS."

OLC 79-3173/a

Washington, D. C. 2050S

Honorable James T. McIntyre, Jr., Director Office of Management and Budget Washington, D.C. 20503

Dear Mr. McIntyre:

In accordance with Office of Management and Budget Circular No. A-19, revised, I am submitting proposed legislation for your advice as to whether it is in accord with the program of the President. Enclosed are ten copies of a draft "Intelligence and Intelligence-Related Activities Authorization Act for Fiscal Year 1981." Also enclosed are draft letters of transmittal to the President of the Senate and the Speaker of the House of Representatives.

The Fiscal Year 1981 Intelligence Authorization Bill was identified as proposal number 96/2 - 3 in the proposed Central Intelligence Agency and Intelligence Community Legislative Program, which was forwarded to your office on 15 November 1979 as part of the consolidated National Foreign Intelligence Program budget. The draft Bill has been prepared in consultation with the Intelligence Community.

The draft Fiscal Year 1981 Intelligence Authorization Bill is essentially the same as the Fiscal Year 1980 Act (P.L. 96-100). Consistent with Section 7e of Circular No. A-19, the draft Bill contains a provision relating to compliance with Section 607 of P.L. 93-344, the Congressional Budget Act of 1974. The draft Bill also contains a self-explanatory technical provision which would authorize the Central Intelligence Agency to accept gifts and bequests.

I would be most appreciative of your assistance in securing prompt Administration clearance of this proposed

legislation, and in ensuring that resource allocations for fiscal year 1981 reflect the President's expressed determination to enhance the nation's intelligence capability.

Yours sincerely,

STANSFIELD TURNER

Enclosures

Distribution:

1 - DCI

1 - DDCI

1 - ER

1 - OLC Subject 1 - OLC Chrono

GMC/1mb(11Dec79)

Approved For Belease 2002/08/15 **CTA**RDP85-00759R000100190006-0 Central Intelligence Agency

OLC 79-3173/b

Washington, D. C. 20505

Honorable Thomas P. O'Neill Speaker of the House of Representatives Washington, D.C. 20515

Dear Mr. Speaker:

This letter transmits for the consideration of the Congress a draft "Intelligence and Intelligence-Related Activities Authorization Act for Fiscal Year 1981."

Cooperative efforts by the Executive and Legislative Branches in the authorization process have been indicative of the strong bonds that the Administration and Congress have forged in the development of meaningful congressional participation in the oversight of our nation's intelligence apparatus. I am confident that for fiscal year 1981 the Congress will provide the resources needed to enhance the Intelligence Community's ability to monitor the military activities of our adversaries and to provide insights into the political, economic, and social forces which will shape world affairs in the 1980's.

The draft Intelligence Authorization Bill is essentially the same as the Fiscal Year 1980 Act (P.L. 96-100). Consistent with Administration policy, Title IV contains a technical provision relating to compliance with Section 607 of P.L. 93-344, the Congressional Budget Act of 1974. The draft Bill also contains a provision which would authorize the Central Intelligence Agency to accept gifts and bequests. This provision is designed to enable the Agency to receive artistic works, books, funds for employee recreation activities, memorabilia, and the like.

I am hopeful that the Congress will heed the President's call for increased efforts to guard against damage to our crucial intelligence sources and methods, and will move forward with several separate pieces of pending legislation designed to safeguard intelligence capabilities without impairing the rights of Americans or interfering with legitimate congressional oversight.

Approved For Release 2002/08/15: CIA-RDP85-00759R000100190006-0

Early and favorable consideration of the draft "Intelligence and Intelligence-Related Activities Authorization Act for Fiscal Year 1981" would be greatly appreciated. The Office of Management and Budget has advised that enactment of this proposed legislation would be in accord with the program of the President.

Yours sincerely,

STANSFIELD TURNER

Distribution:

1 - DCI

1 - DDCI

1 - ER

1 - OLC Subject

1 - OLC Chrono

GMC/1mb(11Dec79)

OLC 79-3173/c

Washington, D. C. 20505

Honorable Walter F. Mondale President of the Senate Washington, D.C. 20510

Dear Mr. President:

This letter transmits for the consideration of the Congress a draft "Intelligence and Intelligence-Related Activities Authorization Act for Fiscal Year 1981."

Cooperative efforts by the Executive and Legislative Branches in the authorization process have been indicative of the strong bonds that the Administration and Congress have forged in the development of meaningful congressional participation in the oversight of our nation's intelligence apparatus. I am confident that for fiscal year 1981 the Congress will provide the resources needed to enhance the Intelligence Community's ability to monitor the military activities of our adversaries and to provide insights into the political, economic, and social forces which will shape world affairs in the 1980's.

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Yours sincerely,

STANSFIELD TURNER

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